

FISCAL NOTE

HB 2837 - SB 3008

March 1, 2000

SUMMARY OF BILL: Provides that the Department of Commerce and Insurance license public insurance adjusters who are not licensed Tennessee attorneys or employees of an insurer. General violations of this bill are punishable as a Class A misdemeanor. A violation of this bill relative to a person misappropriating or converting any monies collected as a public insurance adjuster is punishable as a Class C felony.

ESTIMATED FISCAL IMPACT:

Increase State Revenues - \$5,000

Increase State Expenditures - \$6,739 Incarceration*

\$5,000 One-Time

\$5,000 Recurring

Increase Local Govt. Revenues - Not Significant

Increase Local Govt. Expenditures - Not Significant

Estimates assume:

- revenues generated through license and renewal fees.
- one Class C felony conviction every other year.
- a one-time cost for development of computer software and a recurring cost for operational expenses associated with implementing provisions of this bill.
- local impact depends upon the number of persons convicted of this offense and the resulting increased cost to local governments to confine such persons versus the increased revenues to local governments from fines levied and collected under the provisions of this bill.

*Section 9-6-119, TCA, requires that: *For any law enacted after July 1, 1986, which results in a net increase in periods of imprisonment in state facilities, there shall be appropriated from recurring revenues the estimated operating cost of such law.*

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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